

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES M. MACHADO | ROBERT B. MCCARTHY | JENNIFER F. SULLIVAN

MEMORANDUM

TO: North Attleboro Retirement Board
FROM: Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2018
DATE: November 15, 2016

Required Fiscal Year 2018 Appropriation: **\$3,800,634**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2018 which commences July 1, 2017.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2018 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was determined by Sherman Actuarial Services as part of their January 1, 2015 actuarial valuation.

If your System has a valuation currently in progress, you may submit a revised funding schedule to PERAC upon its completion. The current schedule is/was due to be updated by Fiscal Year 2018.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446 Extension 921.

JEC/jrl
Attachments

cc: Board of Selectmen
Town Meeting
c/o Town Clerk

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North Attleboro Retirement Board

Projected Appropriations

Fiscal Year 2018 - July 1, 2017 to June 30, 2018

Aggregate amount of appropriation: **\$3,800,634**

Fiscal Year	Estimated Cost of Benefits	Funding Schedule (Excluding ERI)	ERI	Total Appropriation	Pension Fund Allocation	Pension Reserve Fund Allocation	Transfer From PRF to PF
FY 2018	\$5,213,249	\$3,793,633	\$7,001	\$3,800,634	\$3,800,634	0	\$1,412,615
FY 2019	\$5,464,228	\$3,931,170	\$0	\$3,931,170	\$3,931,170	\$0	\$1,533,058
FY 2020	\$5,727,679	\$4,073,756	\$0	\$4,073,756	\$4,073,756	\$0	\$1,653,923
FY 2021	\$6,004,223	\$4,221,269	\$0	\$4,221,269	\$4,221,269	\$0	\$1,782,954
FY 2022	\$6,294,510	\$4,212,702	\$0	\$4,212,702	\$4,212,702	\$0	\$2,081,808

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.

For illustration, we have shown the amount to be transferred from the Pension Reserve Fund to the Pension Fund to meet the estimated Cost of Benefits for each year. If there are sufficient assets in the Pension Fund to meet the Cost of Benefits, this transfer is optional.

Breakouts

	<u>Total</u>	<u>Town</u>	<u>Housing</u>	<u>Electric</u>	<u>School</u>	<u>Landfill</u>	<u>Water</u>	<u>Sewer</u>
(1) Payroll of Active Participants	\$22,706,208	\$12,678,753	\$285,109	\$2,465,451	\$5,593,869	\$236,094	\$690,380	\$756,552
Percentage of Total Payroll	100.00%	55.84%	1.26%	10.86%	24.64%	1.04%	3.04%	3.32%
(2) Total Employer Contributions								
(a) ERI	\$7,001	\$0	\$7,001	\$0	\$0	\$0	\$0	\$0
(b) Remaining Amortizations*	1,865,170	1,041,511	23,501	202,557	459,578	19,398	56,701	61,924
(c) Employer Normal Cost*	1,291,768	721,323	16,276	140,286	318,292	13,434	39,270	42,887
(d) Administrative Expenses*	<u>245,575</u>	<u>137,129</u>	<u>3,094</u>	<u>26,669</u>	<u>60,510</u>	<u>2,554</u>	<u>7,465</u>	<u>8,154</u>
(e) Total Appropriation	\$3,409,514	\$1,899,963	\$49,872	\$369,512	\$838,380	\$35,386	\$103,436	\$112,965
(3) Fiscal 2017 Appropriation	\$3,667,448	\$2,043,840	\$53,394	\$397,495	\$901,866	\$38,066	\$111,269	\$121,518
Percent of Total Appropriation	100.00%	55.73%	1.46%	10.84%	24.59%	1.04%	3.03%	3.31%
(4) Fiscal 2018 Appropriation	\$3,800,634	\$2,118,210	\$55,072	\$411,959	\$934,684	\$39,451	\$115,318	\$125,940
Percent of Total Appropriation	100.00%	55.73%	1.45%	10.84%	24.59%	1.04%	3.03%	3.31%

*Allocated based on the ratio of the division payroll to the total payroll.